



**CLAIRE C. McCASKILL**  
**Missouri State Auditor**

To the County Commission  
and  
Officeholders of Macon County, Missouri

The State Auditor's Office through the State Office of Administration, Division of Purchasing, contracted the audit services of Macon County, Missouri, for the two years ended December 31, 2001. A copy of this audit, which was performed by Casey and Company, L.L.C., Certified Public Accountants, is attached.

A handwritten signature in dark ink, reading "Claire C. McCaskill".

Claire C. McCaskill  
State Auditor

Report No. 2002-73  
August 30, 2002

**MACON COUNTY, MISSOURI**

**FOR THE TWO YEARS  
ENDED DECEMBER 31, 2001**

\*  
\* \*  
\* \* \*  
\* \* \* \*  
\* \* \* \* \*  
\* \* \* \* \* \*  
\* \* \* \* \*  
\* \* \* \* \*  
\* \* \* \*  
\* \* \*  
\* \*  
\*

**Casey and Company of Columbia, L.L.C.  
Certified Public Accountants  
Columbia, Missouri**

MACON COUNTY, MISSOURI

TABLE OF CONTENTS

	<u>Page</u>
<hr/>	
FINANCIAL SECTION	
Independent Auditor's Reports:	
Financial Statements and Supplementary Schedule of Expenditures of Federal Awards.....	2-4
Compliance and Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> .....	5-6
Financial Statements: .....	7-36
 <u>Exhibit</u>	 <u>Description</u>
	Statement of Receipts, Disbursements, and Changes in Cash - Various Funds
A-1	Year Ended December 31, 2001.....8
A-2	Year Ended December 31, 2000.....9
 B	 <u>General Revenue Fund</u>
	Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000..... 10
 C	 <u>Special Road and Bridge Fund</u>
	Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000..... 11
 D	 <u>Assessment Fund</u>
	Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000..... 12
 E	 <u>Law Enforcement</u>
	Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000..... 13

MACON COUNTY, MISSOURI

TABLE OF CONTENTS

		<u>Page</u>
<u>FINANCIAL SECTION</u>		
Financial Statements:		
<u>Exhibit</u>	<u>Description</u>	
F	<u>Prosecuting Attorney Training Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	14
G	<u>Capital Improvement Sales Tax</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	15
H	<u>Prosecuting Attorney Delinquent Tax</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	16
I	<u>Law Enforcement Block Grant</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	17
J	<u>Prosecuting Attorney Bad Check</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	18
K	<u>Victims of Domestic Violence</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000 .....	19
L	<u>Recorder's User Fee Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	20

# MACON COUNTY, MISSOURI

## TABLE OF CONTENTS

		<u>Page</u>
<u>FINANCIAL SECTION</u>		
Financial Statements:		
<u>Exhibit</u>	<u>Description</u>	
M	<u>Sheriff Civil Fees Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	21
N	<u>County Park Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	22
O	<u>Health Center Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	23
P	<u>Enhanced 911 Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	24
Q	<u>Senate Bill 40 Board Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	25
R	<u>Law Library Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	26
S	<u>Circuit Clerk Interest Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Years Ended December 31, 2001 and 2000.....	27

MACON COUNTY, MISSOURI

TABLE OF CONTENTS

		<u>Page</u>
<u>FINANCIAL SECTION</u>		
Financial Statements:		
<u>Exhibit</u>	<u>Description</u>	
T	<u>Associate Clerk Interest Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	28
U	<u>Sound Recording Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	29
V	<u>Dare Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	30
W	<u>Community Development Block Grant Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	31
X	<u>County Employees Retirement Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	32
Y	<u>Election Services Fund</u> Comparative Statement of Receipts, Disbursements, and Changes in Cash - Budget and Actual, Year Ended December 31, 2001 and 2000.....	33

MACON COUNTY, MISSOURI

TABLE OF CONTENTS

Page

---

FINANCIAL SECTION

---

Financial Statements:

Z

Parents as Educators

Comparative Statement of Receipts, Disbursements,  
and Changes in Cash - Budget and Actual, Year  
Ended December 31, 2001 and 2000.....

34

AA

Local Emergency Planning Committee

Statement of Receipts, Disbursements,  
and Changes in Cash - Budget and Actual, Year  
Ended December 31, 2001 .....

35

AB

Recorder’s Technology Fund

Statement of Receipts, Disbursements,  
and Changes in Cash - Budget and Actual, Year  
Ended December 31, 2001 .....

36

Notes to the Financial Statements .....

37-41

Supplementary Schedule .....

42

Schedule of Expenditures of Federal Awards, Years Ended  
December 31, 2001 and 2000 .....

43-44

Notes to the Supplementary Schedule .....

45-47

---

FEDERAL AWARDS – SINGLE AUDIT SECTION

---

Independent Auditor’s Report:

Compliance With Requirements Applicable to Each Major Program and  
Internal Control Over Compliance in Accordance with OMB Circular A-133 .....

50-52

MACON COUNTY, MISSOURI

TABLE OF CONTENTS

	<u>Page</u>
<u>FEDERAL AWARDS – SINGLE AUDIT SECTION</u>	
Schedule	
Schedule of Findings and Questioned Costs (including Management’s Plan for Corrective Action), Years Ended December 31, 2001 and 2000.....	54-59
Section I – Summary of Auditor’s Results.....	54-55
Section II – Financial Statements Findings.....	55
Section III – Federal Award Findings and Questioned Costs .....	54-59
<u>Number</u> <u>Description</u>	
00-1      Sub-granting.....	55
00-2      Understanding the Grant Requirements.....	56
00-3      Reliance on Grant Administrator.....	57
00-4      Cost Allocation .....	58
Follow-Up on Prior Audit Findings for an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> .....	60-61
Summary Schedule of Prior Audit Findings in Accordance With OMB Circular A-133.....	62-64
<u>SECTION ON OTHER MATTERS</u>	
Letter on Other Matters .....	65-67



## FINANCIAL SECTION

## Independent Auditor's Reports

# CASEY AND COMPANY OF COLUMBIA, L.L.C.



A Certified Public Accounting & Consulting Firm

One Broadway Building  
1 East Broadway  
Columbia, MO 65203-4205  
573 / 442 - 8427  
FAX / 875 = 7876  
www.caseycpas.com

## INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the County Commission  
and  
Officeholders of Macon County, Missouri

We have audited the accompanying special-purpose financial statements of various funds of Macon County, Missouri, as of and for the years ended December 31, 2001 and 2000, as identified in the table of contents. These special-purpose financial statements are the responsibility of the county's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying special-purpose financial statements were prepared for the purpose of presenting the receipts, disbursements, and changes in cash of various funds of Macon County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county and are not intended to be a complete presentation of the financial position and results of operations of those funds or of Macon County.

In our opinion, the special-purpose financial statements referred to in the first paragraph present fairly, in all material respects, the receipts, disbursements, and changes in cash of various funds of Macon County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county as of and for the years ended December 31, 2001 and 2000, in conformity with the comprehensive basis of accounting discussed in Note 1, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we also have issued our report dated May 31, 2002, on our consideration of the county's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the special-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the special-purpose financial statements taken as a whole.

Original Signed by Auditor

Casey and Company, LLC

Independent Auditor

May 31, 2002

# CASEY AND COMPANY OF COLUMBIA, L.L.C.



A Certified Public Accounting & Consulting Firm

One Broadway Building  
1 East Broadway  
Columbia, MO 65203-4205  
573 / 442 - 8427  
FAX / 875 = 7876  
www.caseycpas.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the County Commission  
and  
Officeholders of Macon County, Missouri

We have audited the special-purpose financial statements of various funds of Macon County, Missouri, as of and for the years ended December 31, 2001 and 2000, and have issued our report thereon dated May 31, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

## Compliance

As part of obtaining reasonable assurance about whether the special-purpose financial statements of various funds of Macon County, Missouri, are free of material misstatement, we performed tests of the county's compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do

not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to the management of the county in the accompanying Letter on Other Matters.

#### Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Macon County, Missouri, we considered the county's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to the management of the county in the accompanying Letter on Other Matters.

This report is intended for the information of the management of Macon County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

Original Signed by Auditor

Casey and Company, LLC

Independent Auditor

May 31, 2002

## Financial Statements

Exhibit A-1

MACON COUNTY, MISSOURI  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS  
YEAR ENDED DECEMBER 31, 2001

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 214,341	1,415,630	1,453,960	176,011
Special Road and Bridge	162,811	1,453,988	1,312,127	304,672
Assessment	36	165,833	165,854	15
Law Enforcement Training	26,514	7,377	4,721	29,170
Prosecuting Attorney Training	706	1,205	1,607	304
Capital Improvement Sales Tax	287,009	792,862	781,957	297,914
Prosecuting Attorney Delinquent Tax	92	758	0	850
Law Enforcement Block Grant	0	10,103	10,103	0
Prosecuting Attorney Bad Check	17,775	17,548	17,882	17,441
Victims of Domestic Violence	3,208	733	2,500	1,441
Recorder's User Fee	11,052	8,026	8,070	11,008
Sheriff Civil Fees	10,454	26,240	20,993	15,701
County Park	40,987	51,477	37,325	55,139
Health Center	228,013	432,018	458,335	201,696
Enhanced 911	185,570	437,781	463,970	159,381
Senate Bill 40 Board	45,680	145,336	98,125	92,891
Law Library	11,536	5,670	5,322	11,884
Circuit Clerk Interest	11,710	6,801	3,921	14,590
Associate Circuit Interest	1,672	1,424	2,336	760
Sound Recording	333	1,670	76	1,927
DARE	5,012	494	283	5,223
Community Development Block Grant	0	0	0	0
County Employees Retirement	4,510	57,584	57,663	4,431
Election Services	1,580	3,155	536	4,199
Local Emergency Planning Committee	0	8,981	3,664	5,317
Parents as Educators	1,126	2,281	1,750	1,657
Recorder's Technology Fund	0	1,828	0	1,828
Total	\$ 1,271,727	5,056,803	4,913,080	1,415,450

The accompanying Notes to the Financial Statements are an integral part of this statement.



Exhibit A-2

MACON COUNTY, MISSOURI  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS  
YEAR ENDED DECEMBER 31, 2000

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 125,264	1,787,156	1,698,079	214,341
Special Road and Bridge	371,004	1,332,464	1,540,657	162,811
Assessment	12	156,872	156,848	36
Law Enforcement Training	20,612	8,661	2,759	26,514
Prosecuting Attorney Training	335	1,476	1,105	706
Capital Improvement Sales Tax	142,879	599,062	454,932	287,009
Prosecuting Attorney Delinquent Tax	1,601	363	1,872	92
Law Enforcement Block Grant	222	0	222	0
Prosecuting Attorney Bad Check	18,321	17,960	18,506	17,775
Victims of Domestic Violence	2,369	839	0	3,208
Recorder's User Fee	13,664	12,525	15,137	11,052
Sheriff Civil Fees	30,140	29,270	48,956	10,454
County Park	30,508	46,914	36,435	40,987
Health Center	279,504	481,688	533,179	228,013
Enhanced 911	321,598	423,393	559,121	185,870
Senate Bill 40 Board	60,209	114,165	128,594	45,780
Law Library	9,418	5,517	3,399	11,536
Circuit Clerk Interest	6,204	7,940	2,434	11,710
Associate Circuit Interest	1,010	1,711	1,049	1,672
Sound Recording	3	1,809	1,479	333
DARE	0	5,012	0	5,012
Community Development Block Grant	0	298,550	298,550	0
County Employees Retirement	6,723	59,094	61,307	4,510
Election Services	0	2,232	652	1,580
Parents as Educators	145	3,581	2,600	1,126
Total	\$ 1,441,745	5,398,254	5,567,872	1,272,127

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit B

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
GENERAL REVENUE FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Property taxes	\$ 280,200	279,100	(1,100)	239,000	276,096	37,096
Sales taxes	520,000	559,217	39,217	520,000	544,391	24,391
Intergovernmental	160,958	181,940	20,982	925,441	548,946	(376,495)
Charges for services	259,010	243,628	(15,382)	248,150	255,697	7,547
Interest	18,000	21,080	3,080	9,000	19,990	10,990
Other	109,873	91,665	(18,208)	99,900	97,036	(2,864)
Transfers in	45,000	39,000	(6,000)	45,000	45,000	0
Total Receipts	\$ 1,393,041	1,415,630	22,589	2,086,491	1,787,156	(299,335)
DISBURSEMENTS						
County Commission	84,390	83,196	1,194	83,740	84,261	(521)
County Clerk	70,331	69,685	646	69,787	69,149	638
Elections	20,976	18,682	2,294	44,184	43,111	1,073
Buildings and grounds	124,180	117,940	6,240	88,053	74,043	14,010
Employee fringe benefits	222,787	181,862	40,925	196,112	178,922	17,190
County Treasurer	29,220	28,917	303	29,205	29,000	205
County Collector	63,545	63,572	(27)	61,871	61,279	592
Ex Officio Recorder of Deeds	36,028	30,212	5,816	33,945	31,251	2,694
Circuit Clerk	8,946	7,152	1,794	9,260	7,772	1,488
Associate Circuit Court	7,775	6,675	1,100	7,275	6,600	675
Court administration	9,150	4,127	5,023	12,850	7,991	4,859
Public Administrator	43,965	43,315	650	27,915	30,335	(2,420)
Sheriff	350,422	343,252	7,170	326,707	321,860	4,847
Jail	73,200	62,760	10,440	70,700	60,088	10,612
Prosecuting Attorney	94,483	99,694	(5,211)	93,071	93,068	3
Juvenile Officer	67,358	72,607	(5,249)	66,780	54,350	12,430
County Coroner	15,140	15,778	(638)	9,890	7,777	2,113
Public health and welfare services	5,000	6,085	(1,085)	6,800	5,106	1,694
Data Processing	14,828	14,502	326	13,358	12,303	1,055
Health Insurance Premiums	0	13,982	(13,982)	0	0	0
Other	110,321	111,218	(897)	98,116	97,718	398
Transfers out	13,989	7,709	6,280	18,830	6,333	12,497
Emergency Fund	23,068	0	23,068	39,255	0	39,255
Grant pass thru	51,038	51,038	0	778,000	415,762	362,238
Total Disbursements	\$ 1,540,140	1,453,960	86,180	2,185,704	1,698,079	487,625
RECEIPTS OVER (UNDER) DISBURSEMENTS	(147,099)	(38,330)	108,769	(99,213)	89,077	188,290
CASH, JANUARY 1	214,341	214,341	0	125,264	125,264	0
CASH, DECEMBER 31	\$ 67,242	176,011	108,769	26,051	214,341	188,290

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit C

MACON COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
SPECIAL ROAD AND BRIDGE FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Property taxes	\$ 457,000	462,197	5,197	413,400	450,034	36,634
Intergovernmental	916,590	911,471	(5,119)	827,761	827,752	(9)
Interest	13,000	22,084	9,084	19,000	24,658	5,658
Other	18,000	52,883	34,883	25,000	30,020	5,020
Transfers in	2,373	5,353	2,980	0	0	0
Total Receipts	\$ 1,406,963	1,453,988	47,025	1,285,161	1,332,464	47,303
DISBURSEMENTS						
Salaries	521,500	510,259	11,241	500,000	488,776	11,224
Employee fringe benefits	187,184	168,313	18,871	182,445	168,652	13,793
Supplies	207,500	186,937	20,563	194,500	219,430	(24,930)
Insurance	24,000	25,500	(1,500)	17,500	23,125	(5,625)
Equipment repairs	95,000	70,530	24,470	90,000	93,512	(3,512)
Rentals	41,000	900	40,100	37,000	1,247	35,753
Equipment purchases	50,000	3,181	46,819	160,000	158,730	1,270
Construction, repair, and maintenance projects	313,000	286,756	26,244	348,000	311,828	36,172
Other	58,800	20,751	38,049	57,200	30,357	26,843
Transfers out	45,000	39,000	6,000	45,000	45,000	0
Total Disbursements	\$ 1,542,984	1,312,127	230,857	1,631,645	1,540,657	90,988
RECEIPTS OVER (UNDER) DISBURSEMENTS	(136,021)	141,861	277,882	(346,484)	(208,193)	138,291
CASH, JANUARY 1	162,811	162,811	0	371,004	371,004	0
CASH, DECEMBER 31	\$ 26,790	304,672	277,882	24,520	162,811	138,291

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit D

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
ASSESSMENT FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Intergovernmental	\$ 158,864	157,487	(1,377)	155,742	149,563	(6,179)
Interest	1,800	2,040	240	700	2,029	1,329
Charges for services	1,200	1,756	556	1,200	1,930	730
Transfers in	10,830	4,550	(6,280)	18,830	3,350	(15,480)
Total Receipts	\$ 172,694	165,833	(6,861)	176,472	156,872	(19,600)
DISBURSEMENTS						
Assessor	172,687	165,854	6,833	176,483	156,848	19,635
Total Disbursements	\$ 172,687	165,854	6,833	176,483	156,848	19,635
RECEIPTS OVER (UNDER) DISBURSEMENTS	7	(21)	(28)	(11)	24	35
CASH, JANUARY 1	36	36	0	12	12	0
CASH, DECEMBER 31	\$ 43	15	(28)	1	36	35

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit E

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
LAW ENFORCEMENT TRAINING FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Intergovernmental	\$ 2,500	2,557	57	3,000	2,704	(296)
Charges for Services	6,000	4,820	(1,180)	6,000	5,957	(43)
Total Receipts	\$ 8,500	7,377	(1,123)	9,000	8,661	(339)
DISBURSEMENTS						
Sheriff	20,000	4,721	15,279	15,000	2,759	12,241
Total Disbursements	\$ 20,000	4,721	15,279	15,000	2,759	12,241
RECEIPTS OVER (UNDER) DISBURSEMENTS	(11,500)	2,656	14,156	(6,000)	5,902	11,902
CASH, JANUARY 1	26,514	26,514	0	20,612	20,612	0
CASH, DECEMBER 31	\$ 15,014	29,170	14,156	14,612	26,514	11,902

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit F

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
PROSECUTING ATTORNEY TRAINING FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 1,400	1,205	(195)	1,400	1,476	76
Total Receipts	\$ 1,400	1,205	(195)	1,400	1,476	76
DISBURSEMENTS						
Prosecuting Attorney	2,000	1,607	393	1,500	1,105	395
Total Disbursements	\$ 2,000	1,607	393	1,500	1,105	395
RECEIPTS OVER (UNDER) DISBURSEMENTS	(600)	(402)	198	(100)	371	471
CASH, JANUARY 1	706	706	0	335	335	0
CASH, DECEMBER 31	\$ 106	304	198	235	706	471

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit G

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
CAPITAL IMPROVEMENT SALES TAX

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Sales taxes	\$ 520,000	559,125	39,125	520,000	544,136	24,136
Intergovernmental	444,000	216,889	(227,111)	435,200	41,980	(393,220)
Interest	10,000	16,848	6,848	5,000	12,946	7,946
Total Receipts	\$ 974,000	792,862	(181,138)	960,200	599,062	(361,138)
DISBURSEMENTS						
Supplies	6,000	4,587	1,413	6,000	5,604	396
Equipment	200,000	214,638	(14,638)	130,000	69,986	60,014
Materials	298,000	242,535	55,465	308,000	288,923	19,077
Special road districts	43,350	46,071	(2,721)	42,500	44,579	(2,079)
Federal bridge projects	560,000	274,126	285,874	544,000	35,562	508,438
Bridge contract	60,000	0	60,000	60,000	8,998	51,002
Custom work	5,000	0	5,000	5,000	1,280	3,720
Total Disbursements	\$ 1,172,350	781,957	390,393	1,095,500	454,932	640,568
RECEIPTS OVER (UNDER) DISBURSEMENTS	(198,350)	10,905	209,255	(135,300)	144,130	279,430
CASH, JANUARY 1	287,009	287,009	0	142,879	142,879	0
CASH, DECEMBER 31	\$ 88,659	297,914	209,255	7,579	287,009	279,430

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit H

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
PROSECUTING ATTORNEY DELINQUENT TAX

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 300	743	443	1,000	324	(676)
Interest	15	15	0	60	39	(21)
Total Receipts	\$ 315	758	443	1,060	363	(697)
DISBURSEMENTS						
Prosecuting Attorney	300	0	300	2,000	1,872	128
Total Disbursements	\$ 300	0	300	2,000	1,872	128
RECEIPTS OVER (UNDER) DISBURSEMENTS	15	758	743	(940)	(1,509)	(569)
CASH, JANUARY 1	92	92	0	1,601	1,601	0
CASH, DECEMBER 31	\$ 107	850	743	661	92	(569)

The accompanying Notes to the Financial Statements are an integral part of this statement



Exhibit I

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
LAW ENFORCEMENT BLOCK GRANT

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Intergovernmental	\$ 10,000	10,000	0	0	0	0
Interest	75	103	28	0	0	0
Total Receipts	\$ 10,075	10,103	28	0	0	0
DISBURSEMENTS						
Sheriff	10,075	10,103	(28)	222	222	0
Total Disbursements	\$ 10,075	10,103	(28)	222	222	0
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	0	0	(222)	(222)	0
CASH, JANUARY 1	0	0	0	222	222	0
CASH, DECEMBER 31	\$ 0	0	0	0	0	0

The accompanying Notes to the Financial Statements are an integral part of this statement

## Exhibit J

## MACON COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
PROSECUTING ATTORNEY BAD CHECK

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 17,000	16,626	(374)	15,000	16,980	1,980
Interest	1,000	922	(78)	1,000	980	(20)
Total Receipts	\$ 18,000	17,548	(452)	16,000	17,960	1,960
DISBURSEMENTS						
Prosecuting Attorney	25,275	17,882	7,393	26,000	18,506	7,494
Total Disbursements	\$ 25,275	17,882	7,393	26,000	18,506	7,494
RECEIPTS OVER (UNDER) DISBURSEMENTS	(7,275)	(334)	6,941	(10,000)	(546)	9,454
CASH, JANUARY 1	17,775	17,775	0	18,321	18,321	0
CASH, DECEMBER 31	\$ 10,500	17,441	6,941	8,321	17,775	9,454

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit K

MACON COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
VICTIMS OF DOMESTIC VIOLENCE

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 700	605	(95)	600	680	80
Interest	75	128	53	100	159	59
Total Receipts	\$ 775	733	(42)	700	839	139
DISBURSEMENTS						
Victims' shelter	3,200	2,500	700	2,000	0	2,000
Total Disbursements	\$ 3,200	2,500	700	2,000	0	2,000
RECEIPTS OVER (UNDER) DISBURSEMENTS	(2,425)	(1,767)	658	(1,300)	839	2,139
CASH, JANUARY 1	3,208	3,208	0	2,369	2,369	0
CASH, DECEMBER 31	\$ 783	1,441	658	1,069	3,208	2,139

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit L

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
RECORDER'S USER FEE FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 6,800	6,382	(418)	7,000	6,344	(656)
Interest	1,000	678	(322)	500	925	425
Other	966	966	0	0	5,256	5,256
Total Receipts	\$ 8,766	8,026	(740)	7,500	12,525	5,025
DISBURSEMENTS						
Ex Officio Recorder of Deeds	19,000	8,070	10,930	20,000	15,137	4,863
Total Disbursements	\$ 19,000	8,070	10,930	20,000	15,137	4,863
RECEIPTS OVER (UNDER) DISBURSEMENTS	(10,234)	(44)	10,190	(12,500)	(2,612)	9,888
CASH, JANUARY 1	11,052	11,052	0	13,664	13,664	0
CASH, DECEMBER 31	\$ 818	11,008	10,190	1,164	11,052	9,888

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit M

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
SHERIFF CIVIL FEES FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 24,000	25,326	1,326	21,500	27,780	6,280
Interest	1,000	914	(86)	500	1,490	990
Total Receipts	\$ 25,000	26,240	1,240	22,000	29,270	7,270
DISBURSEMENTS						
Sheriff	33,000	20,993	12,007	49,525	48,956	569
Total Disbursements	\$ 33,000	20,993	12,007	49,525	48,956	569
RECEIPTS OVER (UNDER) DISBURSEMENTS	(8,000)	5,247	13,247	(27,525)	(19,686)	7,839
CASH, JANUARY 1	10,454	10,454	0	30,140	30,140	0
CASH, DECEMBER 31	\$ 2,454	15,701	13,247	2,615	10,454	7,839

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit N

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
COUNTY PARK FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Property taxes	\$ 37,000	31,946	(5,054)	33,450	37,587	4,137
Intergovernmental	550	84	(466)	700	337	(363)
Services	0	7,068	7,068	0	4,920	4,920
Interest	2,500	3,131	631	1,300	2,797	1,497
Other	5,850	9,248	3,398	5,750	1,273	(4,477)
Total Receipts	\$ 45,900	51,477	5,577	41,200	46,914	5,714
DISBURSEMENTS						
Salaries and Benefits	14,500	14,184	316	14,640	14,949	(309)
Equipment	2,000	1,103	897	2,000	3,313	(1,313)
Other	21,550	22,038	(488)	24,560	18,173	6,387
Total Disbursements	\$ 38,050	37,325	725	41,200	36,435	4,765
RECEIPTS OVER (UNDER) DISBURSEMENTS	7,850	14,152	6,302	0	10,479	10,479
CASH, JANUARY 1	40,987	40,987	0	30,508	30,508	0
CASH, DECEMBER 31	\$ 48,837	55,139	6,302	30,508	40,987	10,479

The accompanying Notes to the Financial Statements are an integral part of this statement

## Exhibit O

## MACON COUNTY, MISSOURI

COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
HEALTH CENTER FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Property taxes	\$ 205,000	192,824	(12,176)	175,000	189,199	14,199
Intergovernmental	186,805	171,462	(15,343)	279,360	222,817	(56,543)
Charges for services	9,000	4,808	(4,192)	6,258	8,184	1,926
Interest	15,000	11,858	(3,142)	15,000	13,286	(1,714)
Other	54,750	51,066	(3,684)	62,240	48,202	(14,038)
Total Receipts	\$ 470,555	432,018	(38,537)	537,858	481,688	(56,170)
DISBURSEMENTS						
Salaries and fringe benefits	360,000	372,270	(12,270)	429,260	370,417	58,843
Office expenditures	28,500	26,708	1,792	26,100	27,300	(1,200)
Equipment	6,100	4,921	1,179	11,500	7,692	3,808
Mileage and training	14,000	12,491	1,509	15,000	14,168	832
Wellness/nursing/WIC	40,000	34,039	5,961	33,000	37,918	(4,918)
Debt Service	0	0	0	0	58,904	(58,904)
Other	12,000	7,906	4,094	10,000	16,780	(6,780)
Total Disbursements	\$ 460,600	458,335	2,265	524,860	533,179	(8,319)
RECEIPTS OVER (UNDER) DISBURSEMENTS	9,955	(26,317)	(36,272)	12,998	(51,491)	(64,489)
CASH, JANUARY 1	228,013	228,013	0	279,504	279,504	0
CASH, DECEMBER 31	\$ 237,968	201,696	(36,272)	292,502	228,013	(64,489)

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit P

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
ENHANCED 911 FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Sales tax	\$ 416,587	421,321	4,734	396,750	408,106	11,356
Charges for services	7,000	2,646	(4,354)	4,400	189	(4,211)
Interest	10,000	7,397	(2,603)	10,000	9,808	(192)
Other	200	6,117	5,917	175	5,290	5,115
Total Receipts	\$ 433,787	437,481	3,694	411,325	423,393	12,068
DISBURSEMENTS						
Salaries	325,798	302,894	22,904	305,241	259,807	45,434
Office expenditures	14,600	53,629	(39,029)	14,000	42,813	(28,813)
Equipment	79,250	96,632	(17,382)	104,000	248,310	(144,310)
Mileage and training	7,750	4,508	3,242	6,500	6,110	390
Other	6,090	6,307	(217)	6,990	2,081	4,909
Total Disbursements	\$ 433,488	463,970	(30,482)	436,731	559,121	(122,390)
RECEIPTS OVER (UNDER) DISBURSEMENTS	299	(26,489)	(26,788)	(25,406)	(135,728)	(110,322)
CASH, JANUARY 1	185,870	185,870	0	321,598	321,598	0
CASH, DECEMBER 31	\$ 186,169	159,381	(26,788)	296,192	185,870	(110,322)

The accompanying Notes to the Financial Statements are an integral part of this statement



Exhibit Q

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
SENATE BILL 40 BOARD FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Property taxes	\$ 120,000	142,765	22,765	120,000	111,809	(8,191)
Interest	1,200	2,261	1,061	1,200	2,224	1,024
Other	0	310	310	0	32	32
Total Receipts	\$ 121,200	145,336	24,136	121,200	114,065	(7,135)
DISBURSEMENTS						
Administrative expenses	5,500	3,121	2,379	20,518	16,459	4,059
Service contracts and special supports	102,956	95,004	7,952	77,600	62,885	14,715
Building payments and repairs	0	0	0	22,744	49,250	(26,506)
Total Disbursements	\$ 108,456	98,125	10,331	120,862	128,594	(7,732)
RECEIPTS OVER (UNDER) DISBURSEMENTS	12,744	47,211	34,467	338	(14,529)	(14,867)
CASH, JANUARY 1	45,680	45,680	0	60,209	60,209	0
CASH, DECEMBER 31	\$ 58,424	92,891	34,467	60,547	45,680	(14,867)

The accompanying Notes to the Financial Statements are an integral part of this statement

## Exhibit R

MACON COUNTY, MISSOURI  
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
 LAW LIBRARY FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 5,115	5,392	277	5,100	5,287	187
Interest	285	278	(7)	200	230	30
Total Receipts	\$ 5,400	5,670	270	5,300	5,517	217
DISBURSEMENTS						
Circuit Judge	4,452	5,322	(870)	8,000	3,399	4,601
Total Disbursements	\$ 4,452	5,322	(870)	8,000	3,399	4,601
RECEIPTS OVER (UNDER) DISBURSEMENTS	948	348	(600)	(2,700)	2,118	4,818
CASH, JANUARY 1	11,536	11,536	0	9,418	9,418	0
CASH, DECEMBER 31	\$ 12,484	11,884	(600)	6,718	11,536	4,818

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit S

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
CIRCUIT CLERK INTEREST FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Interest	\$ 5,750	6,801	1,051	5,500	7,640	2,140
Other	0	0	0	0	300	300
Total Receipts	\$ 5,750	6,801	1,051	5,500	7,940	2,440
DISBURSEMENTS						
Circuit Clerk	17,000	3,921	13,079	11,500	2,434	9,066
Total Disbursements	\$ 17,000	3,921	13,079	11,500	2,434	9,066
RECEIPTS OVER (UNDER) DISBURSEMENTS	(11,250)	2,880	14,130	(6,000)	5,506	11,506
CASH, JANUARY 1	11,710	11,710	0	6,204	6,204	0
CASH, DECEMBER 31	\$ 460	14,590	14,130	204	11,710	11,506

The accompanying Notes to the Financial Statements are an integral part of this statement

## Exhibit T

MACON COUNTY, MISSOURI  
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
 ASSOCIATE CIRCUIT INTEREST FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Interest	\$ 1,500	1,424	(76)	1,500	1,711	211
Other	0	0	0	0	0	0
Total Receipts	\$ 1,500	1,424	(76)	1,500	1,711	211
DISBURSEMENTS						
Associate Circuit Judge	2,600	2,336	264	2,400	1,049	1,351
Total Disbursements	\$ 2,600	2,336	264	2,400	1,049	1,351
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,100)	(912)	188	(900)	662	1,562
CASH, JANUARY 1	1,672	1,672	0	1,010	1,010	0
CASH, DECEMBER 31	\$ 572	760	188	110	1,672	1,562

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit U

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
SOUND RECORDING FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 2,000	1,607	(393)	1,750	1,790	40
Interest	25	63	38	0	19	19
Total Receipts	\$ 2,025	1,670	(355)	1,750	1,809	59
DISBURSEMENTS						
Equipment	2,000	0	2,000	1,421	1,421	0
Supplies	200	76	124	329	58	271
Total Disbursements	\$ 2,200	76	2,124	1,750	1,479	271
RECEIPTS OVER (UNDER) DISBURSEMENTS	(175)	1,594	1,769	0	330	330
CASH, JANUARY 1	333	333	0	3	3	0
CASH, DECEMBER 31	\$ 158	1,927	1,769	3	333	330

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit V

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
DARE FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Interest	\$ 150	269	119	0	12	12
Other	0	225	225	0	5,000	5,000
Total Receipts	\$ 150	494	344	0	5,012	5,012
DISBURSEMENTS						
Equipment	500	0	500	0	0	0
Supplies	500	283	217	0	0	0
Total Disbursements	\$ 1,000	283	717	0	0	0
RECEIPTS OVER (UNDER) DISBURSEMENTS	(850)	211	1,061	0	5,012	5,012
CASH, JANUARY 1	5,012	5,012	0	0	0	0
CASH, DECEMBER 31	\$ 4,162	5,223	1,061	0	5,012	5,012

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit W

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Intergovernmental	\$ 950	0	(950)	299,500	298,550	(950)
Total Receipts	\$ 950	0	(950)	299,500	298,550	(950)
DISBURSEMENTS						
Ethanol plant waterline	950	0	950	299,500	298,550	950
Total Disbursements	\$ 950	0	950	299,500	298,550	950
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	0	0	0	0	0
CASH, JANUARY 1	0	0	0	0	0	0
CASH, DECEMBER 31	\$ 0	0	0	0	0	0

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit X

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
COUNTY EMPLOYEES RETIREMENT FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 51,500	47,326	(4,174)	54,700	47,995	(6,705)
Interest	400	356	(44)	300	377	77
Other	11,500	9,902	(1,598)	10,000	10,722	722
Total Receipts	\$ 63,400	57,584	(5,816)	65,000	59,094	(5,906)
DISBURSEMENTS						
County employees	63,400	57,663	5,737	65,000	61,307	3,693
Total Disbursements	\$ 63,400	57,663	5,737	65,000	61,307	3,693
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	(79)	(79)	0	(2,213)	(2,213)
CASH, JANUARY 1	4,510	4,510	0	6,723	6,723	0
CASH, DECEMBER 31	\$ 4,510	4,431	(79)	6,723	4,510	(2,213)

The accompanying Notes to the Financial Statements are an integral part of this statement



Exhibit Y

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
ELECTION SERVICES FUND

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Charges for services	\$ 720	3,016	2,296	1,000	2,199	1,199
Interest	35	139	104	20	33	13
Total Receipts	\$ 755	3,155	2,400	1,020	2,232	1,212
DISBURSEMENTS						
Election services	2,000	536	1,464	1,020	652	368
Total Disbursements	\$ 2,000	536	1,464	1,020	652	368
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,245)	2,619	3,864	0	1,580	1,580
CASH, JANUARY 1	1,580	1,580	0	0	0	0
CASH, DECEMBER 31	\$ 335	4,199	3,864	0	1,580	1,580

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit Z

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
PARENTS AS EDUCATORS

	Year Ended December 31,					
	2001			2000		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS						
Interest	\$ 60	41	(19)	0	11	11
Other Revenues	3,540	2,240	(1,300)	0	3,570	3,570
Total Receipts	\$ 3,600	2,281	(1,319)	0	3,581	3,581
DISBURSEMENTS						
Attendance Charge	3,600	1,750	1,850	0	2,600	(2,600)
Total Disbursements	\$ 3,600	1,750	1,850	0	2,600	(2,600)
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	531	531	0	981	981
CASH, JANUARY 1	1,126	1,126	0	145	145	0
CASH, DECEMBER 31	\$ 1,126	1,657	531	145	1,126	981

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit AA

MACON COUNTY, MISSOURI  
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
LOCAL EMERGENCY PLANNING COMMITTEE FUND

	Year Ended December 31,		
	2001		
	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS			
Intergovernmental	\$ 2,369	5,822	3,453
Operating Transfers In	3,159	3,159	0
Total Receipts	\$ 5,528	8,981	3,453
DISBURSEMENTS			
Emergency planning committee	5,100	3,664	1,436
Total Disbursements	\$ 5,100	3,664	1,436
RECEIPTS OVER (UNDER) DISBURSEMENTS	428	5,317	4,889
CASH, JANUARY 1	0	0	0
CASH, DECEMBER 31	\$ 428	5,317	4,889

The accompanying Notes to the Financial Statements are an integral part of this statement

Exhibit AB

MACON COUNTY, MISSOURI  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL  
RECORDER'S TECHNOLOGY FUND

	Year Ended December 31,		
	2001		
	Budget	Actual	Variance Favorable (Unfavorable)
RECEIPTS			
Charges for services	\$ 0	1,811	1,811
Interest income	0	17	17
Total Receipts	\$ 0	1,828	1,828
DISBURSEMENTS			
Recorder	0	0	0
Total Disbursements	\$ 0	0	0
RECEIPTS OVER (UNDER) DISBURSEMENTS	0	1,828	1,828
CASH, JANUARY 1	0	0	0
CASH, DECEMBER 31	\$ 0	1,828	1,828

The accompanying Notes to the Financial Statements are an integral part of this statement

## Notes to the Financial Statements

MACON COUNTY, MISSOURI  
NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present the receipts, disbursements, and changes in cash of various funds of Macon County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county. The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commission, an elected county official, the Health Center Board of Trustees, the Enhanced 911 Board of Trustees, or the Senate Bill 40 Board of Trustees. The General Revenue Fund is the county's general operating fund, accounting for all financial resources except those required to be accounted for in another fund. The other funds presented account for financial resources whose use is restricted for specified purposes.

B. Basis of Accounting

The financial statements are prepared on the cash basis of accounting; accordingly, amounts are recognized when received or disbursed in cash. This basis of accounting differs from accounting principles generally accepted in the United States of America, which require revenues to be recognized when they become available and measurable or when they are earned and expenditures or expenses to be recognized when the related liabilities are incurred.

C. Budgets and Budgetary Practices

The County Commission and other applicable boards are responsible for the preparation and approval of budgets for various county funds in accordance with

Sections 50.525 through 50.745, RSMo 2000, the county budget law. These budgets are adopted on the cash basis of accounting.

Although adoption of a formal budget is required by law, the county did not adopt formal budgets for the Parents as Educators Fund for the year ended December 31, 2000 and the Records Technology Fund for the year ended December 31, 2001.

Warrants issued were in excess of budgeted amounts for the following funds:

<u>Fund</u>	<u>Years Ended December 31,</u>
Health Center	2000
Enhanced 911	2001 and 2000
Senate Board 40	2000
Law Library	2001

Section 50.740, RSMo 2000, prohibits expenditures in excess of the approved budgets.

D. Published Financial Statements

Under Sections 50.800 and 50.810, RSMo 2000, the County Commission is responsible for preparing and publishing in a local newspaper a detailed annual financial statement for the county. The financial statement is required to show receipts or revenues, disbursements or expenditures, and beginning and ending balances for each fund.

However, the county's published financial statements did not include full information on each of the following funds as a separate fund:

<u>Fund</u>	<u>Years Ended December 31,</u>
Law Enforcement Training	2001 and 2000
PA Training	2001 and 2000
PA Delinquent Tax	2001 and 2000
Law Enforcement	2001 and 2000
PA Bad Check	2001 and 2000
Domestic Violence	2001 and 2000
Recorder's User Fee	2001 and 2000
Sheriff Civil Fees	2001 and 2000
Sound Recording	2001 and 2000
DARE	2001 and 2000
CDBG	2001 and 2000
County Employee Retirement	2001 and 2000
Election Services	2001 and 2000
Local Emergency Planning	2001
Recorder's Technology	2001

2. Cash

Section 110.270, RSMo 2000, based on Article IV, Section 15, Missouri Constitution, authorizes counties to place their s, either outright or by repurchase agreement, in U.S. Treasury and agency obligations. In addition, Section 30.950, RSMo 2000, requires political subdivisions with authority to invest in instruments other than depository accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation. The county has adopted such a policy.



In accordance with Statement No. 3 of the Governmental Accounting Standards Board, *Deposits with Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements*, disclosures are provided below regarding the risk of potential loss of deposits and investments. For the purposes of these disclosures, deposits with financial institutions are demand, time, and savings accounts, including certificates of deposit and negotiable order of withdrawal accounts, in banks, savings institutions, and credit unions.

The county's deposits at December 31, 2001 and 2000 were entirely covered by federal depositary insurance of the county's custodial banks or by collateral securities held by the county's holding bank in the county's name or by an irrevocable letter of credit issued by the Federal Home Loan Bank.

The county's Health Center, Enhanced 911, and Senate Bill 40 Boards had deposits at December 31, 2001 and 2000 entirely covered by federal depositary insurance or by collateral securities held by the holding banks in the name of the respective boards.

## Supplementary Schedule

## Schedule

**MACON COUNTY, MISSOURI****SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31,	
			2001	2000
U. S. DEPARTMENT OF AGRICULTURE				
Passed through state:				
Department of Health -				
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	ERS0451161W	\$ 39,753	33,604
U.S. DEPARTMENT OF COMMERCE				
Direct program -				
11.300	Grants for Public Works and Economic Development	05-01-03211	51,038	415,762
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed through state:				
Department of Economic Development -				
14.228	Community Development Block Grants/State's Program	94-ED-934 98-ED-16	0	298,550
U.S. DEPARTMENT OF JUSTICE				
Direct programs:				
16.710	Public Safety Partnership and Community Policing Grants	2000UMWX0074	16,999	0
16.unknown	Equitable Sharing of Seized and Forfeited Property	2000UMWX0074	0	16,984
Passed through:				
State Department of Public Safety -				
16.592	Local Law Enforcement Block Grants Program	2000-LBG-048	9,000	0
Missouri Sheriffs' Association -				
16.unknown	Domestic Cannabis Eradication/Suppression Program	N/A	1,500	1,090
U. S. DEPARTMENT OF TRANSPORTATION				
Passed through state Highway and Transportation Commission:				
20.205	Highway Planning and Construction	BRO-061 (12)	796	0
		BRO-061 (16)	194,657	7,754
20.600	State and Community Highway Safety	BRO-061 (17)	0	2,288
		BRO-061 (22)	4,859	19,208
		BRO-061 (23)	17,581	0
20.703	HEMP/U.S. DOT Haz-Mat	N/A	400	0

## Schedule

**MACON COUNTY, MISSOURI****SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31,	
			2001	2000
GENERAL SERVICES ADMINISTRATION				
Passed through state Office of Administration -				
39.003	Donation of Federal Surplus Personal Property	N/A	50	788
FEDERAL EMERGENCY MANAGEMENT AGENCY				
Passed through state Department of Public Safety -				
83.544	Public Assistance Grants		0	66,201
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Passed through state:				
Department of Social Services -				
93.563	Child Support Enforcement	N/A	1,110	660
Department of Health -				
93.575	Child Care and Development Block Grant	PGA067161C	638	4,250
Department of Social Services -				
93.667	Social Services Block Grant	PGA0671161S	1,735	0
Department of Health -				
93.994	Maternal and Child Health Services	(MCH)ERS1461161M	18,852	10,362
	Block Grant to the States	ERS1751161F	36,150	47,850
	Dental Sealant	(DENTAL)C100015042	0	77
	Total Expenditures of Federal Awards	\$	<u>395,118</u>	<u>925,428</u>

N/A - Not applicable

The accompanying Notes to the Supplementary Schedule are an integral part of this schedule.

## Notes to the Supplementary Schedule

MACON COUNTY, MISSOURI  
NOTES TO THE SUPPLEMENTARY SCHEDULE

1. Summary of Significant Accounting Policies

A. Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by Macon County, Missouri.

B. Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

*Federal financial assistance* means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals . . . .

*Federal award* means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-

through entities. It does not include procurement contracts, under grants or contracts, used to buy goods or services from vendors.

Accordingly the schedule includes cash and non cash awards.

C. Basis of Accounting

Except as noted below, the schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

Amounts for the Donation of Federal Surplus Personal Property (CFDA number 39.003) represent the estimated fair market value of property at the time of receipt.

D. Sub-recipients

Of the federal expenditures presented in the schedule, the county provided \$466,800 to a sub-recipient under the Grants for Public Works and Economic Development (CFDA number 11.300) during the year ended December 31 2001 and 2000. See Schedule of Questioned Costs, finding 00-01. Sub-recipient granting is a material instance of noncompliance.

FEDERAL AWARDS –  
SINGLE AUDIT SECTION



## Independent Auditor's Report

# CASEY AND COMPANY OF COLUMBIA, L.L.C.



A Certified Public Accounting & Consulting Firm

One Broadway Building  
1 East Broadway  
Columbia, MO 65203-4205  
573 / 442 - 8427  
FAX / 875 = 7876  
www.caseycpas.com

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the County Commission

and

Officeholders of Macon County, Missouri

### Compliance

We have audited the compliance of Macon County, Missouri, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal program for the years ended December 31, 2001 and 2000. The county's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the county's management. Our responsibility is to express an opinion on the county's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain

reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the county's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the county's compliance with those requirements.

As described in items 00-1 and 00-4 in the accompanying schedule of findings and questioned costs, Macon, County, Missouri did not comply with requirements regarding sub-granting and cost allocation that are applicable to its Public Works and Economic Development Program. Compliance with such requirements is necessary, in our opinion, for Macon County, Missouri, to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, Macon County, Missouri, complied in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001 and December 31, 2000.

#### Internal Control Over Compliance

The management of Macon County, Missouri, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the county's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation

of the internal control over compliance that, in our judgment, could adversely affect Macon County, Missouri's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as finding numbers 00-2 and 00-3.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider 00-2 and 00-3 to be material weaknesses.

This report is intended for the information of the management of Macon County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

Original Signed by Auditor

Casey and Company, LLC  
Independent Auditor

May 31, 2002

## Schedule

MACON COUNTY, MISSOURI  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
(INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION)  
YEARS ENDED DECEMBER 31, 2001 AND 2000

**Section I – Summary of Auditor’s Results**

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?        yes   X   no

Reportable conditions identified that are  
not considered to be a material weaknesses?        yes   X   none reported

Noncompliance material to the financial statements  
noted?        yes   X   no

Federal Awards

Internal control over major programs:

Material weaknesses identified?   X   yes        no

Reportable conditions identified that are  
not considered to be material weaknesses?        yes   X   none reported

Type of auditor's report issued on compliance for  
major programs:

Qualified

Any audit findings disclosed that are required to be  
reported in accordance with Section .510(a) of OMB  
Circular A-133?

X yes        no

Identification of major programs:

CFDA Number      Program Title

11.300                      Grants for Public Works and Economic Development

14.228                      Community Development Block Grants/State's Program

Dollar threshold used to distinguish between Type A  
and Type B programs:

\$300,000

Auditee qualified as a low-risk auditee?

       yes      X no

## **Section II - Financial Statement Findings**

This section includes no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

## **Section III - Federal Award Findings and Questioned Costs**

This section includes the audit findings that Section .510(a) of OMB Circular A-133 requires to be reported for an audit of federal awards.

**00-1**

**Sub-granting**

Federal Grantor: U.S. Department of Commerce  
Pass-Through Grantor: None  
Federal CFDA Number: 11.300  
Program Title: Grants for Public Works and Economic Development  
Pass-Through Entity Identifying Number: Not Applicable  
Award Years: 2000, 2001  
Questioned Costs: \$ 466,800

**FINDING:**

Macon County, Missouri sub-granted all of the funds received under the major program instead of expending the funds directly as required by the grant.

**WE RECOMMEND** that the county expend all awards directly or, if the county ever passes monies through to another entity, that the county obtain the proper authority to do so and obtain proper contracts with the sub-recipient and conduct the proper monitoring of the sub-recipient.

**AUDITEE RESPONSE AND PLAN FOR CORRECTIVE ACTION**

*We concur with this recommendation and will either expend funds directly or sub-grant funds only when allowed by the grant and only with the proper contracts and monitoring in place.*

**00-2**

**Understanding the Grant Requirements**

Federal Grantor: U.S. Department of Commerce  
Pass-Through Grantor: None  
Federal CFDA Number: 11.300  
Program Title: Grants for Public Works and Economic Development  
Pass-Through Entity Identifying Number: Not Applicable  
Award Years: 2000, 2001  
Questioned Costs: None



**FINDING:**

Macon County, Missouri officials did not obtain an understanding of the federal requirements of the major programs to insure that full compliance with all grant provisions would be met. The contract the county entered into with a grant administrator did not cover all compliance provisions of federal awards. The contract between the county and the grant administrator covered some named compliance areas such as paying prevailing wage for example but the contract failed to include all compliance areas.

**WE RECOMMEND** the County Commission obtain understanding of the requirements of all grants received and administer them directly. Assistance in obtaining an understanding of grant requirements can be obtained from the federal agency making the grant, the state agency passing it through (if applicable), or the state auditor's office.

**AUDITEE RESPONSE AND PLAN FOR CORRECTIVE ACTION**

*We concur with this recommendation. The County Commission will obtain an understanding of all grants received by reading the contracts and checking all requirements with federal and state awarding agencies.*

**00-3**

**Reliance on a Grant Administrator**

Federal Grantor: U.S. Department of Commerce

Pass-Through Grantor: None

Federal CFDA Number: 11.300

Program Title: Grants for Public Works and Economic Development

Pass-Through Entity Identifying Number: Not Applicable

Award Years: 2000, 2001

Questioned Costs: \$ 9,000 (included in the amount in finding 00-1 above)

**FINDING:**

Macon County, Missouri paid an agency to administer its grants without making certain the agency was covering all aspects of the grant administration including the proper payment of

invoices according to grant requirements. The administrator knew the funds were being paid by Macon County, Missouri to the Northeast Missouri Grain Processors, LLC and completed all reports to the Department of Commerce as if the funds were paid to contractors, engineers, and other vendors directly. The county received copies of these reports for monitoring and did not ask for the reports to be completed accurately.

**WE RECOMMEND** that the county not allow incorrect reports to be prepared and subsequently filed with the federal government.

**AUDITEE RESPONSE AND PLAN FOR CORRECTIVE ACTION**

*We concur with the recommendation and will not submit incorrect information on federal reports. We believed all of our reports were complete and accurate and proper for filing because we relied on the services of professionals. We believed we did not have the expertise in the county to administer the grant properly.*

**00-4**

**Cost Allocation**

Federal Grantor: U.S. Department of Commerce

Pass-Through Grantor: None

Federal CFDA Number: 11.300

Program Title: Grants for Public Works and Economic Development

Pass-Through Entity Identifying Number: Not Applicable

Award Years: 2000, 2001

Questioned Costs: \$ 5,444 (included in the amount in finding 00-1 above)

**FINDING:**

Macon County, Missouri contracted the public works project in two portions. Part A was the grant's portion of the project and Part B was the non-grant portion of the project. The county allocated the costs between Part A and Part B based on a percentage of total costs instead of actual costs associated with the separate parts of the project. As a result, some Part B expenditures were charged to the grant.

**WE RECOMMEND** that the county process request for reimbursements from the grantor based on the actual costs incurred based on the project instead of a percentage basis.

**AUDITEE RESPONSE AND PLAN FOR CORRECTIVE ACTION**

*We concur with the recommendation and will request reimbursements for actual federal funds expended instead of a percentage of a total project. We believed all of our reimbursements requests were completed based on actual costs because we relied on the services of professionals. We believed we did not have the expertise in the county to administer the grant properly.*

Follow-Up on Prior Audit Findings for an  
Audit of Financial Statements Performed in Accordance  
With *Government Auditing Standards*

MACON COUNTY, MISSOURI  
FOLLOW-UP ON PRIOR AUDIT FINDINGS FOR AN  
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH *GOVERNMENT AUDITING STANDARDS*

The prior audit report issued for the two years ended December 31, 1999, included no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

Summary Schedule of Prior Audit Findings  
in Accordance With OMB Circular A-133

MACON COUNTY, MISSOURI  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
IN ACCORDANCE WITH OMB CIRCULAR A-133

Section .315 of OMB Circular A-133 requires the auditee to prepare a Summary Schedule of Prior Audit Findings to report the status of all findings that are relative to federal awards and included in the prior audit report's Schedule of Findings and Questioned Costs. The summary schedule also must include findings reported in the prior audit's Summary Schedule of Prior Audit Findings, except those listed as corrected, no longer valid, or not warranting further action.

Section .500(e) of OMB Circular A-133 requires the auditor to follow up on these prior audit findings; to perform procedures to assess the reasonableness of the Summary Schedule of Prior Audit Findings; and to report, as a current year finding, when the auditor concludes that the schedule materially misrepresents the status of any prior findings.

This section represents the Summary Schedule of Prior Audit Findings, which was prepared by the county's management.

<b>99-1</b>	<b>Schedule of Expenditures of Federal Awards</b>
-------------	---

Federal Grantor:	U.S. Department of Transportation
Pass- Through Grantor:	State Highway and Transportation Commission
Federal CFDA Number:	20.205
Program Title:	Highway Planning and Construction
Pass-Through Entity	
Identifying Number:	BRO-061(15), BRO-061(17)/ BRO-061(18) & BRO-061(21)
Award Years:	1999 and 1998
Questioned Costs:	Not Applicable

**FINDING:**

The county schedule of expenditures of federal awards (SEFA) for the years ended December 31, 1999 and 1998 was not complete and accurate according to the county's expenditure records.

Recommendation:

Prepare a complete and accurate schedule of expenditures of federal awards to submit to the State Auditor's Office as part of the annual budget.

**STATUS:**

The recommendation has been partially implemented Immunization grants from the Health Center were omitted from the SEFA submitted to the State Auditor's Office but these grant amounts were added in time for the audit report and the County Clerk will be obtaining these amounts in the future.



## SECTION ON OTHER MATTERS

MACON COUNTY, MISSOURI  
LETTER ON OTHER MATTERS

We have audited the special-purpose financial statements of various funds of Macon County, Missouri, as of and for the years ended December 31, 2001 and 2000, and have issued our report thereon dated May 31, 2002. We also have audited the compliance of Macon County, Missouri, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the years ended December 31, 2001 and 2000 and have issued our report thereon dated May 31, 2002.

We did not audit the operations of elected officials with funds other than those presented in the special-purpose financial statements. The operations of such officials will be audited and reported on during the state auditor's next scheduled audit of the county.

This Letter on Other Matters presents matters other than the findings, if any, reported in the accompanying Schedule of Findings and Questioned Costs. These matters resulted from our audit of the special-purpose financial statements of Macon County and of its compliance with the types of compliance requirements applicable to its major federal programs but does not meet the criteria for inclusion in the written report on compliance and on internal control over financial reporting that are required for an audit performed in accordance with *Government Auditing Standards* and OMB Circular A-133. *Audits of States, Local Governments, and Non-Profit Organizations*. Nevertheless, the county should consider this matter and take appropriate corrective action.

1. Senate Bill 40 Record Keeping and Accounting

The Senate Bill 40 Board has adequate books and records for audit but the condition of the materials is disorganized and there is no general ledger software in use in spite of the low cost and ease of use of such software. Financial reports presented to the Board of Trustees, the County Clerk, and the auditor were lacking in sound financial reporting practices.

2. Senate Bill 40 Appearance of Conflict of Interest

The Senate Bill 40 Board partially funds a nonprofit organization that it also employs for both program and administrative functions (including service delivery monitoring). While the relationship is completely disclosed and no actual conflict of interest may exist, the situation has the appearance of being a potential conflict of interest. The Senate Bill 40 Board should try to eliminate the appearance of a conflict and to obtain better financial reports for the Board and for the County Clerk at budget reporting time.

3. Health Center Reports

The Health Center submitted financial reports, which did not add up properly. A spreadsheet program was in use for budget reporting with a line item reported which did not add into the total. The Health Center has multiple report formats on basically the same information and the re-entry of information in differing formats causes errors in presentation and confusion in using the information. The Health Center uses one general ledger for revenues and reporting and another for expenses without integrating them into one general ledger and this accounting system leads to confusion and errors.

4. In-Kind Federal Grants

The county is not including the in-kind value of immunizations dispensed through the Health Center on its schedule of expenditure of federal awards (SEFA). The County Clerk has made continuing improvement in making certain that the SEFA is complete and accurate as she implemented the recommendations from the prior audit.

This Letter on Other Matters is intended for the information of the management of Macon County, Missouri, and other applicable government officials. However, this letter is a matter of public record and its distribution is not limited.